

Adopted	Rejected
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COMMITTEE REPORT

YES:	14
NO:	0

MR. SPEAKER:

*Your Committee on Insurance, Corporations and Small Business, to which was referred House Bill 2116, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill **be amended** as follows:*

- 1 Delete everything after the enacting clause and insert the following:
- 2 SECTION 1. [EFFECTIVE JULY 1, 2001] (a) As used in this
- 3 SECTION, "committee" refers to the interim study committee on
- 4 insurer credit scoring established by this SECTION.
- 5 (b) There is established the interim study committee on insurer
- 6 credit scoring. The committee shall study the use of credit reports
- 7 as an underwriting tool for the issuance of property and casualty
- 8 insurance policies, including consideration of the following issues:
- 9 (1) Insurer use of credit reports as a sole underwriting tool.
- 10 (2) Disclosure of the credit scoring methodology used by an
- 11 insurer in underwriting, including designation of the
- 12 methodology as a trade secret and confidentiality.
- 13 (3) Specific factors or criteria used in the credit scoring

- 1 process.
- 2 (4) Resolution of adverse effects to an individual due to
- 3 underwriting determinations made based on the individual's
- 4 credit report.
- 5 (c) The committee consists of the following voting members:
- 6 (1) Four (4) members of the house of representatives
- 7 appointed by the speaker of the house of representatives. Not
- 8 more than two (2) members appointed under this subdivision
- 9 may be members of the same political party.
- 10 (2) Four (4) members of the senate appointed by the president
- 11 pro tempore of the senate. Not more than two (2) members
- 12 appointed under this subdivision may be members of the same
- 13 political party.
- 14 (3) One (1) member who is a representative of personal lines
- 15 property and casualty insurance companies, appointed by the
- 16 speaker of the house of representatives.
- 17 (4) One (1) member who is a representative of independent
- 18 insurance agents, appointed by the president pro tempore of
- 19 the senate.
- 20 The chairman of the committee shall be appointed by the speaker
- 21 of the house of representatives from the members appointed under
- 22 subdivision (1).
- 23 (d) The committee shall operate under the policies governing
- 24 study committees adopted by the legislative council.
- 25 (e) The affirmative votes of a majority of the voting members
- 26 appointed to the committee are required for the committee to take
- 27 action on any measure, including final reports.
- 28 (f) The committee shall prepare a final report, including any

1 **proposed legislation, and submit the final report to the legislative**
2 **council.**

3 **(g) This SECTION expires November 1, 2001.**

(Reference is to HB 2116 as introduced.)

and when so amended that said bill do pass.

Representative Crooks